

KERBER, ROSE & ASSOCIATES, S.C.

Certified Public Accountants

4211 N. Lightning Drive, Suite A • Appleton, WI 54913
(920) 993-0105 • Fax (920) 993-0116
(888) 725-5277

To the Members
Mertens, Stickler, Philips CPAs LLC

We have reviewed the system of quality control for the accounting and auditing practice of Mertens, Stickler, Phillips CPAs LLC (the firm) in effect for the year ended June 30, 2008. A system of quality control encompasses the firm's organizational structure, the policies adopted and procedures established to provide it with reasonable assurance of conforming with professional standards. The elements of quality control are described in the Statements on Quality Control Standards issued by the American Institute of CPAs (AICPA). The firm is responsible for designing a system of quality control and complying with it to provide the firm reasonable assurance of conforming with professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance with its system of quality control based on our review.

Our review was conducted in accordance with standards established by the Peer Review Board of the AICPA. During our review, we read required representations from the firm, interviewed firm personnel and obtained an understanding of the nature of the firm's accounting and auditing practice, and the design of the firm's system of quality control sufficient to assess the risks implicit in its practice. Based on our assessments, we selected engagements and administrative files to test for conformity with professional standards and compliance with the firm's system of quality control. The engagements selected represented a reasonable cross-section of the firm's accounting and auditing practice with emphasis on higher-risk engagements. The engagements selected included among others, an audit of an Employee Benefit Plan and engagements performed under *Government Auditing Standards*. Prior to concluding the review, we reassessed the adequacy of the scope of the peer review procedures and met with firm management to discuss the results of our review. We believe that the procedures we performed provide a reasonable basis for our opinion.

In performing our review, we obtained an understanding of the system of quality control for the firm's accounting and auditing practice. In addition, we tested compliance with the firm's quality control policies and procedures to the extent we considered appropriate. These tests covered the application of the firm's policies and procedures on selected engagements. Our review was based on selected tests; therefore it would not necessarily detect all weaknesses in the system of quality control or all instances of noncompliance with it. There are inherent limitations in the effectiveness of any system of quality control and therefore noncompliance with the system of quality control may occur and may not be detected. Projection of any evaluation of a system of quality control to future periods is subject to the risk that the system of quality control may become inadequate because of changes in conditions, or because the degree of compliance with the policies or procedures may deteriorate.

In our opinion, the system of quality control for the accounting and auditing practice of Mertens, Stickler, Phillips CPAs LLC in effect for the year ended June 30, 2008, has been designed to meet the requirements of the quality control standards for an accounting and auditing practice established by the AICPA and was complied with during the year then ended to provide the firm with reasonable assurance of conforming with professional standards.

As is customary in a system review, we have issued a letter under this date that sets forth comments that were not considered to be of sufficient significance to affect the opinion expressed in this report.

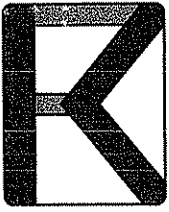
Kerber, Rose & Associates, S.C.

KERBER, ROSE & ASSOCIATES, S.C.

August 1, 2008

Members of the American and Wisconsin Institutes of Certified Public Accountants

www.kerberrose.com



KERBER, ROSE & ASSOCIATES, S.C.

Certified Public Accountants

4211 N. Lightning Drive, Suite A • Appleton, WI 54913
(920) 993-0105 • Fax (920) 993-0116
(888) 725-5277

To the Members
Mertens, Stickler, Phillips CPAs LLC

We have reviewed the system of quality control for the accounting and auditing practice of Mertens, Stickler, Phillips CPAs LLC (the firm) in effect for the year ended June 30, 2008 and have issued our report thereon dated August 1, 2008. That report should be read in conjunction with the comments in this letter, which were considered in determining our opinion. The matters described below were not considered to be of sufficient significance to affect the opinion expressed in that report.

Comment – The firm’s quality control policies and procedures require that certain matters related to the conduct of an audit be communicated to those charged with governance. While the firm issued such letters to those charged with governance on each of the audits reviewed, not all matters required by recently issued professional standards were communicated. This included audits subject to *Government Auditing Standards*. This lack of complete communication did not result in substandard engagements.

Recommendation – The firm should hold a training session with its professional staff to review the matters required to be communicated on audits to those charged with governance. In addition, the firm should assign responsibility for updating templates used for various client communications to a senior member of the firm to assure all communications to its clients are in accordance with professional standards.

Comment – The firm provides its professional staff with current practice aids acquired from a third-party provider. During our review, we noted such practice aids are utilized; however, on a review engagement procedures related to developing and using expectations as part of analytical review procedures were not performed. However, sufficient analytical procedures had been performed to support the firm’s report on the financial statements.

Recommendation – The firm should hold a training session with its professional staff to review the analytical requirements of the professional standards governing review engagements, and how to use its practice aids to perform and document such procedures.

Kerber, Rose & Associates, S.C.

KERBER, ROSE & ASSOCIATES, S.C.
August 1, 2008